

**John Elias Baldacci**  
Governor



**John R. Nicholas**  
Commissioner

**Maine Department of Health and Human Services**  
**11 State House Station/Marquardt-2<sup>nd</sup> Floor Augusta, Maine 04333-0011**  
**Adult Mental Retardation Services**

Date: June 30, 2005

To: Providers of mental retardation, MaineCare services

From: Jane Gallivan, Director, Adult Mental Retardation Services

Subject: New Provider Tax

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As part of the recently enacted FY '06-'07 budget, a 5% tax on the services you provide will be levied beginning July 1, 2005. The tax will be added to current rates for the services listed below.

**Waiver procedure codes: W125, W114, W110**

**Day Habilitation procedure code: FSD**

**ICF-MR procedure code: DDC**

For the **Waiver** rates our plan is to change the rates electronically within EIS. Your notification will be in the form of a new checklist that will be generated by the EIS and sent to you. Staff are working on completing this process and are in the testing phase.

For **FSD** and **DDC**, the rates in your FY '06 contract will be adjusted and the contract managers will generate a new rate letter. There will need to be a revised budget and contract amendment.

If possible, please delay your July billing until this process is completed. It will avoid the need for retroactive billing.

You will receive a communication from the Maine Revenue Services about the process for payment of the tax.

Thank you for your cooperation.